



HONG HUA

Honghua Group Limited
宏 華 集 團 有 限 公 司

(a company incorporated in the Cayman Islands with limited liability)

(Stock code: 0196)

CLARIFICATION ANNOUNCEMENT

The board of directors (the “**Board**”) of Honghua Group Limited (the “**Company**”) refers to the English version of Annual Results Announcement for the year ended 31 December 2007 of the Company dated 27 April 2008 (the “**Results Announcement**”). Unless otherwise defined herein, capitalized terms used in this announcement shall have the same meanings as those defined in the Results Announcement.

The Board would like to clarify that with reference to the FINANCIAL HIGHLIGHT of the Results Announcement that due to typographical error, the revenue increased by 35.4% to RMB3.164 billion was written as RMB3,164 billion.

On behalf of the Board
Honghua Group Limited
Zhang Mi
Chairman

PRC, 30 April 2008

As at the date of this announcement, our directors are Mr. Zhang Mi (Chairman), Mr. Ren Jie and Mr. Zhang Xu as executive directors, Mr. He Sean Xing, Mr. Xiang Qingsheng and Mr Wang Yaixin, as non-executive directors, and Mr. Chen Guoming, Mr. Tai Kwok Leung, Alexander, Mr. Liu Xiaofeng, Mr. Liu Yinchun, Mr. Qi Daqing, Mr. Wang Chunlin and Mr. Wang Li as independent non-executive directors.